UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF INDIANA INDIANAPOLIS DIVISION

KAITLYN C.,)
Plaintiff,)
V.) No. 1:21-cv-00931-MJD-TWP
KILOLO KIJAKAZI,)
Defendant.)

ORDER ON MOTION FOR ATTORNEY FEES

This matter is before the Court on Plaintiff's Motion for Authorization of Attorney Fees Pursuant to 42 U.S.C. § 406(b). [Dkt. 28.] For the reasons set forth below, the motion is **GRANTED**.

I. Background

On April 15, 2021, Plaintiff filed a complaint seeking to reverse the decision of the Commissioner of Social Security denying her application for Social Security benefits. [Dkt. 1.] On May 2, 2022, the Court ruled in favor of Plaintiff and entered judgment reversing and remanding the case to the Social Security Administration for further proceedings. [Dkt. 21, 22.] Plaintiff received an award of attorney's fees under the Equal Access to Justice Act ("EAJA"), 28 U.S.C. § 2412(d)(1)(A), in the amount of \$4,258.91, which was paid to Plaintiff's counsel. [Dkt. 26.]

On remand, the Commissioner issued a favorable decision. [Dkt. 29-1.] Plaintiff was awarded past-due benefits in the amount of \$99,842.88, \$24,960.72 (25%) of which was withheld by the Commissioner for a potential fee award. [Dkt. 29 at 12.] Out of that amount,

\$2,000.00 has been paid to Plaintiff's counsel on remand, Annette Rutkowski. Plaintiff's counsel in this case, Timothy Vrana, now seeks the remainder, \$22,960.72.

II. Legal Standard

Section 406(b) of the Social Security Act provides that a district court may grant "a reasonable fee for such representation, not in excess of 25 percent of the total of the past-due benefits to which the claimant is entitled" as part of a judgment in favor of the claimant in a disability benefit appeal. 42 U.S.C. § 406(b)(1)(A). The Court must review the outcome of any contingent fee arrangements "as an independent check, to assure that they yield reasonable results in particular cases." *Gisbrecht v. Barnhart*, 535 U.S. 789, 807 (2002).

III. <u>Discussion</u>

As noted above, Plaintiff's counsel seeks an award of attorney fees in the amount of \$22,960.72. The Commissioner does not argue that this amount is unreasonable. [Dkt. 30 at 1] ("Defendant neither supports nor opposes counsel's request for attorney's fees in the amount of \$22,960.72, under 42 U.S.C. § 406(b).").

The contingency fee agreement between Plaintiff and her counsel entitled counsel to seek fees up to 25% of the total past-due benefits. [Dkt. 29-3.] The Supreme Court in *Gisbrecht* found that section 406(b) was designed "to control, not to displace, fee agreements between Social Security benefits claimants and their counsel." 535 U.S. at 793. That said, the Court may not simply rubberstamp any fee request that is consistent with the contingency fee agreement. Rather, the Court is tasked with ensuring that the amount of fees awarded is reasonable. In making this reasonableness determination, *Gisbrecht* instructs district courts to consider such factors as: (1) the quality of the representation; (2) the results achieved; (3) any delay caused by the attorney that results in the accumulation of benefits during the pendency of the case in court;

and (4) whether the benefits are large in comparison to the time the attorney spent on the case, in which case a "downward adjustment" is appropriate to avoid a windfall for counsel. *Id.* at 808.

The requested fee award of \$22,960.72 in this case would equate to awarding Plaintiff's counsel approximately \$1,150.00 for each of the 18.6 attorney hours that were spent on this case in this court. [Dkt. 28 at 5.] For over a decade, "[w]ithin the Seventh Circuit, fee awards equivalent to hourly rates ranging from \$400 to \$600 [have] consistently [been] found to be reasonable." Bradley L. v. Kijakazi, 2021 WL 3931167, at *3 (S.D. Ind. Sept. 2, 2021) (quoting Taylor v. Berryhill, 2018 WL 4932042, at *2 (S.D. Ind. Oct. 10, 2018)); see also Zimmerman v. Astrue, No. 1:08-cv-00228, 2011 WL 5980086, at *3 (N.D. Ind. Nov. 29, 2011) (approving an award equivalent to an hourly rate of \$410); Duke v. Astrue, No. 1:07-cv-00118, 2010 WL 3522572, at *3-4 (N.D. Ind. Aug. 30, 2010) (approving award equivalent to an hourly rate of \$549.14); Schimpf v. Astrue, No. 1:06-cv-00018, 2008 WL 4614658, at *3 (N.D. Ind. Oct. 16, 2008) (approving award equivalent to an hourly rate of \$583.50). However, awards representing significantly higher equivalent hourly rates have also been made. See Janet H. v. Saul, No. 1:19cv-939 (S.D. Ind. Nov. 25, 2020) (equivalent hourly rate of \$3,333.00); McPeters v. Saul, No. 4:17-cv-41 (N.D. Ind. May 15, 2020) (equivalent hourly rate of \$1,522.14); Kirby v. Berryhill, No. 14-cv-5936 (N.D. Il. Nov. 29, 2017) (equivalent hourly rate of \$1,612.28); Parker v. Saul, No, 1:16-cv-437 (N.D. Ind. Oct. 13, 2020) (equivalent hourly rate of \$1,409.47); Heise v. Colvin, No. 14-cv-739 (W.D. Wis. Dec. 15, 2016) (equivalent hourly rate of just over \$1,100); Zenner v.

_

¹ Counsel's staff also spent 2.8 hours on this case.

² The Court notes that in the *Janet H*. case, the attorney requested only \$10,000.00, even though 25% of the past due benefits awarded totaled \$26,612.75. *See Janet H. v. Saul*, 2020 WL 6946471, at *2 (S.D. Ind. Nov. 25, 2020).

Saul, No. 4:16-cv-51 (N.D. Ind. Apr. 8, 2020) (equivalent hourly rate of \$1,167.28); Baughman v. Saul, No. 1:17-cv-175 (N.D. Ind. July 6, 2021) (equivalent hourly rate of \$1,269.27).

The Court, in its discretion, determines that awarding Plaintiff's counsel \$22,960.72 in fees in this case would not result in a windfall to counsel. The imputed hourly rate of approximately \$1,150.00 falls within the range of hourly fees that courts within the Seventh Circuit have approved as reasonable given the contingency nature of SSA cases and counsel's efficiency. Further, "if a claimant's success on appeal can be attributed to his attorney's endeavors before the district court, then that attorney should reap the benefit of his work—even if he managed to accomplish a great deal in a small window of time." *Hughes v. Comm'r of Soc. Sec.*, 2019 WL 2408035, at *3 (N.D. Ind. May 30, 2019).

IV. Conclusion

For the reasons set forth above, the Court **GRANTS** Plaintiff's Motion for Authorization of Attorney Fees Pursuant to 42 U.S.C. § 406(b), [Dkt. 28], and awards fees in the amount of \$22,960.72, to be paid directly to Plaintiff's counsel by the Commissioner out of Plaintiff's past-due benefits. Plaintiff's counsel is **ORDERED** to refund to Plaintiff the \$4,258.91 in EAJA fees previously paid to counsel, and to file proof of that refund with the Court, **within thirty days** of the receipt of the funds from the Commissioner.

SO ORDERED.

Dated: 10 AUG 2023

Mark J. Dinspiere

United States Magistrate Judge Southern District of Indiana

Distribution:

Service will be made electronically on all ECF-registered counsel of record via email generated by the Court's ECF system